



DEPARTMENT OF THE AIR FORCE
WASHINGTON, DC

Office Of The Under Secretary

16 January 2002

MEMORANDUM FOR SEE DISTRIBUTION

FROM: SAF/IAPX
1080 Air Force
Washington DC, 20330-1080

SUBJECT: Use of Amendments versus Modifications for RSAF FMS Cases (IAPX 02001)

The attached DSCA memo advises MODA that the USG will process Amendments to MODA FMS cases whenever there are discretionary actions involving a MODA decision. DSCA confirmed their intent for the MILDEPs to process Modifications for those unilateral actions for which there is no MODA decision.

Effective immediately USAF is authorized to process Modifications on RSAF FMS cases for overcommitments and overcommitments only. In addition, no other "convenience" action is permitted on Modification for overcommitment corrections. Those actions must be processed by a follow-on Amendment.

To assist with MODA and the RSAF acceptance of this new policy the USAF will limit the use of Modifications to correct adverse financial conditions, that is, overcommitments. To facilitate RSAF coordination with MODA in obtaining additional funding to correct an overcommitment, the responsible USAF organization must be able to explain fully the conditions that caused the line(s) overcommitment. In addition, we should offer RSAF alternatives, if available to avoid increasing the Estimated Total Costs of the LOA (i.e. decreasing /canceling quantities, transferring line value within the cases, and transferring line value between cases, etc.).

This is a coordinated SAF/IAPX - SAF/IARS memo.

The SAF/IAPX POC for this issue is Mr. Lewis Witt, DSN 425-8960 or email Lewis.Witt@pentagon.af.mil. The SAF/IARS POC for this issue is Mr. Michael Macke, DSN 425-8959. E-mail is michael.Macke@pentagon.af.mil.

//signed//
TERRY BATES
Chief, Security Assistance Policy
Policy Directorate

Attachment:
DSCA Memo I-01/013860-FM, 19 Nov 2001



DEFENSE SECURITY COOPERATION AGENCY

WASHINGTON, DC 20301-2800

19 NOV 2001

In reply refer to:
I-01/013860-FM

General Saleh Ibn Ali Al-Muhayya
Chief of General Staff
Ministry of Defense and Aviation
Kingdom of Saudi Arabia

Dear General Muhayya,

Thank you for your letter of 20 October 2001 concerning modifications to Royal Saudi Arabian Foreign Military Sales (FMS) cases. We are familiar with the concerns of the Ministry of Defense and Aviation (MODA) concerning modifications to FMS cases and have previously directed that the amendment process will be utilized to change the terms of any MODA FMS case whenever there are discretionary actions involved that allow a MODA decision.

We have researched the current situation with the US Air Force elements in support of the Royal Saudi Arabian Air Force FMS program and they have no record of any modifications processed in recent times. If you could provide us more details as to the specifics of the situation referred to in your letter, we will be happy to further pursue your request.

Please accept my best regards.

Sincerely,

TOME H. WALTERS, JR.
LIEUTENANT GENERAL, USAF
DIRECTOR

OPTIONAL FORM 99 (7-90)

FAX TRANSMITTAL		# of pages	
To	MIKE MACK		
Dept/Agency	SAF/INRS	From	MARTY SHULMAN
Fax #	588-8477	Phone #	703 601 3879
NSN 7540-01-317-7368		Fax #	
5099-101		GENERAL SERVICES ADMINISTRATION	